

**ND TEACHERS FUND FOR RETIREMENT  
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2008**

	August-08				July-08				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Month	Net ROR	Fiscal YTD	FY08	Ended	Ended
		Actual	Policy			Actual	Policy		Net ROR	Net ROR	6/30/2008	6/30/2008
											Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>												
<i>Structured Growth</i>												
LA Capital	71,699,031	4.0%	3.9%	-0.44%	72,001,793	4.0%	3.9%	-1.18%	-1.61%	-6.96%	8.22%	N/A
<b>Total Structured Growth</b>	<b>71,699,031</b>	<b>4.0%</b>	<b>3.9%</b>	<b>-0.44%</b>	<b>72,001,793</b>	<b>4.0%</b>	<b>3.9%</b>	<b>-1.18%</b>	<b>-1.61%</b>	<b>-6.96%</b>	<b>8.22%</b>	<b>10.32%</b>
Russell 1000 Growth				1.08%				-1.90%	-0.84%	-5.96%	5.91%	7.32%
<i>Structured Value</i>												
LSV	65,473,413	3.7%	3.9%	1.68%	64,365,180	3.6%	3.9%	-0.19%	1.49%	-22.29%	3.56%	11.19%
Russell 1000 Value				1.70%				-0.36%	1.33%	-18.78%	3.53%	8.92%
<i>Enhanced Russell 1000 Index</i>												
LA Capital	58,850,159	3.3%	3.3%	0.64%	58,468,796	3.2%	3.3%	-1.72%	-1.09%	-10.70%	6.55%	9.03%
Russell 1000				1.38%				-1.16%	0.20%	-12.36%	4.81%	8.22%
<i>Enhanced S&amp;P 500 Index</i>												
Northern Trust	27,634,056	1.5%	1.7%	1.69%	27,174,474	1.5%	1.7%	-0.49%	1.19%	-15.84%	3.14%	6.72%
Westridge	61,661,068	3.5%	3.6%	1.58%	60,653,576	3.4%	3.6%	-0.73%	0.85%	-12.25%	4.94%	8.02%
Wells Capital	45,006,442	2.5%	2.5%	-3.65%	46,646,799	2.6%	2.5%	-3.81%	-7.32%	-31.59%	N/A	N/A
European Credit Management	28,845,167	1.6%	1.7%	0.27%	28,753,938	1.6%	1.7%	-3.19%	-2.92%	N/A	N/A	N/A
Prudential	33,367,450	1.9%	1.8%	-0.28%	33,460,789	1.9%	1.8%	-1.17%	-1.45%	N/A	N/A	N/A
Franklin	28,945,650	1.6%	1.7%	1.48%	28,495,921	1.6%	1.7%	-0.90%	0.56%	-13.65%	N/A	N/A
<b>Total Enhanced S&amp;P 500 Index</b>	<b>225,459,834</b>	<b>12.6%</b>	<b>13.0%</b>	<b>0.06%</b>	<b>225,185,497</b>	<b>12.5%</b>	<b>13.0%</b>	<b>-1.76%</b>	<b>-1.70%</b>	<b>-18.66%</b>	<b>2.40%</b>	<b>6.45%</b>
S&P 500				1.45%				-0.84%	0.59%	-13.12%	4.41%	7.58%
<i>Absolute Return Strategy</i>												
Epoch	31,670,185	1.8%	2.0%	1.26%	31,244,114	1.7%	2.0%	-2.04%	-0.81%	-6.84%	N/A	N/A
S&P 500				1.45%				-0.84%	0.59%	-13.12%		
<i>S&amp;P 500 Index</i>												
State Street	33,905,036	1.9%	2.0%	0.31%	33,792,230	1.9%	2.0%	-1.16%	-0.85%	-18.23%	2.99%	6.70%
S&P 500				1.45%				-0.84%	0.59%	-13.12%	4.41%	7.58%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>487,057,658</b>	<b>27.3%</b>	<b>28.0%</b>	<b>0.36%</b>	<b>485,057,609</b>	<b>26.9%</b>	<b>28.0%</b>	<b>-1.44%</b>	<b>-1.08%</b>	<b>-16.11%</b>	<b>4.22%</b>	<b>8.17%</b>
S&P 500				1.45%				-0.84%	0.59%	-13.12%	4.41%	7.58%
<b>SMALL CAP DOMESTIC EQUITY</b>												
<i>Manager-of-Managers</i>												
SEI	118,323,216	6.6%	7.2%	1.85%	116,366,934	6.4%	7.2%	1.18%	3.05%	-22.41%	1.06%	8.52%
Russell 2000 + 200bp				3.78%				3.87%	7.79%	-14.48%	5.88%	12.50%
Callan	50,625,087	2.8%	2.8%	3.13%	49,114,723	2.7%	2.8%	0.49%	3.64%	-15.44%	N/A	N/A
Russell 2000				3.61%				3.70%	7.45%	-16.19%		
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>168,948,303</b>	<b>9.5%</b>	<b>10.0%</b>	<b>2.23%</b>	<b>165,481,656</b>	<b>9.2%</b>	<b>10.0%</b>	<b>0.97%</b>	<b>3.22%</b>	<b>-20.36%</b>	<b>2.11%</b>	<b>9.20%</b>
Russell 2000				3.61%				3.70%	7.45%	-16.19%	3.79%	10.29%
<b>INTERNATIONAL EQUITY</b>												
<i>Large Cap - Core</i>												
State Street	30,057,220	1.7%	1.8%	-5.22%	31,692,231	1.8%	1.8%	-3.73%	-8.76%	-13.11%	12.40%	14.27%
MSCI EAFE (1)				-4.05%				-3.21%	-7.13%	-10.61%	12.84%	14.86%
<i>Large Cap - Active</i>												
Capital Guardian	94,673,349	5.3%	5.4%	-3.12%	97,614,295	5.4%	5.4%	-3.93%	-6.93%	-13.89%	11.58%	14.15%
LSV	90,939,202	5.1%	5.4%	-0.99%	91,826,869	5.1%	5.4%	-2.78%	-3.75%	-23.98%	8.07%	N/A
<b>Total Large Cap - Active</b>	<b>185,612,550</b>	<b>10.4%</b>	<b>12.6%</b>	<b>-2.09%</b>	<b>189,441,164</b>	<b>10.5%</b>	<b>12.6%</b>	<b>-3.38%</b>	<b>-5.40%</b>	<b>-20.05%</b>	<b>9.04%</b>	<b>13.03%</b>
MSCI EAFE - 50% Hedged				-1.59%				-2.64%	-4.19%	-15.14%	10.93%	14.67%
<i>Small Cap - Active</i>												
DFA	29,795,871	1.7%	1.8%	-3.22%	30,787,231	1.7%	1.8%	-0.44%	-3.65%	N/A	N/A	N/A
Wellington	29,940,812	1.7%	1.8%	-4.79%	31,412,159	1.7%	1.8%	-5.49%	-10.01%	-15.19%	9.83%	16.11%
<b>Total Small Cap - Active</b>	<b>59,736,683</b>	<b>3.3%</b>	<b>3.6%</b>	<b>-4.01%</b>	<b>62,199,390</b>	<b>3.4%</b>	<b>3.6%</b>	<b>-3.00%</b>	<b>-6.89%</b>	<b>-15.60%</b>	<b>9.53%</b>	<b>16.89%</b>
S&P/Citigroup BMI EPAC < \$2BN				-5.40%				-4.30%	-9.47%	-19.12%	10.36%	19.26%
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>275,406,453</b>	<b>15.4%</b>	<b>18.0%</b>	<b>-2.86%</b>	<b>283,332,785</b>	<b>15.7%</b>	<b>18.0%</b>	<b>-3.33%</b>	<b>-6.10%</b>	<b>-18.47%</b>	<b>9.51%</b>	<b>13.93%</b>
MSCI EAFE - 50% Hedged				-1.59%				-2.64%	-4.19%	-15.14%	10.93%	14.67%
<b>EMERGING MARKETS EQUITY</b>												
<i>Core</i>												
JP Morgan	13,214,036	0.7%	0.9%	-5.72%	14,005,148	0.8%	0.9%	-3.11%	-8.65%	3.57%	N/A	N/A
PanAgora	13,015,011	0.7%	0.9%	-9.00%	14,292,041	0.8%	0.9%	-3.88%	-12.52%	7.21%	N/A	N/A
WestLB	13,295,520	0.7%	0.9%	-9.44%	14,711,202	0.8%	0.9%	-4.13%	-13.18%	11.12%	N/A	N/A
UBS	18,010,222	1.0%	1.0%	-6.69%	19,249,230	1.1%	1.2%	-4.18%	-10.59%	5.82%	N/A	N/A
<b>Total Core</b>	<b>57,534,789</b>	<b>3.2%</b>	<b>3.5%</b>	<b>-7.65%</b>	<b>62,257,621</b>	<b>3.4%</b>	<b>3.8%</b>	<b>-3.87%</b>	<b>-11.23%</b>	<b>6.87%</b>	<b>27.76%</b>	<b>29.00%</b>
MSCI Emerging Markets				-7.95%				-3.69%	-11.35%	4.89%	27.52%	22.84%
<i>Small Cap</i>												
DFA	13,763,803	0.8%	1.0%	-6.04%	14,648,559	0.8%	1.0%	-1.57%	-7.52%	-13.68%	N/A	N/A
MSCI Emerging Markets				-7.95%				-3.69%	-11.35%	4.89%		
<i>Private Equity</i>												
Capital International	6,379,163	0.4%	0.4%	0.00%	5,326,888	0.3%	0.3%	0.00%	0.00%	N/A	N/A	N/A
MSCI Emerging Markets				-7.95%				-3.69%	-11.35%			
<i>Infrastructure</i>												
JP Morgan	3,208,968	0.2%	0.2%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<b>TOTAL EMERGING MARKETS EQUITY</b>	<b>80,886,722</b>	<b>4.5%</b>	<b>5.0%</b>	<b>-6.87%</b>	<b>82,233,069</b>	<b>4.6%</b>	<b>5.0%</b>	<b>-3.25%</b>	<b>-9.89%</b>	<b>2.99%</b>	<b>27.07%</b>	<b>28.58%</b>
MSCI Emerging Markets				-7.95%				-3.69%	-11.35%	4.89%	27.52%	30.15%

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		Actual	Policy			Actual	Policy		Net ROR	Net ROR	6/30/2008	6/30/2008
											Net	Net
<b>DOMESTIC FIXED INCOME</b>												
<b>Core Bond</b>												
<b>Western Asset</b>	17,130,637	1.0%	1.0%	1.13%	17,030,643	0.9%	1.0%	-2.53%	-1.42%	-0.30%	1.78%	2.90%
<i>Lehman Aggregate</i>				0.95%				-0.08%	0.87%	7.12%	4.09%	3.86%
<b>Index</b>												
Bank of ND	27,207,243	1.5%	1.3%	0.90%	27,010,559	1.5%	1.5%	0.04%	0.93%	7.70%	3.93%	3.57%
<b>Total Index</b>	27,207,243	1.5%	1.3%	0.90%	27,010,559	1.5%	1.5%	0.04%	0.93%	7.70%	4.17%	3.91%
<i>Lehman Gov/Credit</i>				0.92%				0.00%	0.92%	7.24%	3.84%	3.58%
<b>Enhanced</b>												
<b>Westridge</b>	16,330,432	0.9%	0.8%	1.55%	16,110,542	0.9%	0.8%	0.92%	2.48%	N/A	N/A	N/A
<i>Lehman Aggregate</i>				0.95%				-0.08%	0.87%			
<b>Convertibles</b>												
Calamos (2)	18,061,646	1.0%	1.0%	0.27%	18,022,915	1.0%	1.0%	-1.31%	-1.04%	-2.86%	N/A	N/A
<b>Total Convertibles</b>	18,061,646	1.0%	1.0%	0.27%	18,022,915	1.0%	1.0%	-1.31%	-1.04%	-2.86%	4.55%	2.71%
<i>Merrill Lynch All Convertibles (3)</i>				-0.37%				-3.13%	-3.49%	-6.36%	5.72%	6.36%
<b>BBB Average Quality</b>												
<b>Wells Capital</b>	18,569,029	1.0%	1.0%	0.69%	22,047,607	1.2%	1.0%	-0.60%	0.09%	3.70%	3.26%	4.56%
<i>Lehman BBB</i>				0.80%				-0.67%	0.13%	2.62%	2.52%	3.44%
<b>Senior Debt</b>												
<b>PIMCO</b>	5,969,846	0.3%	0.3%	0.00%	2,990,364	0.2%	0.2%	N/A	N/A	N/A	N/A	N/A
<i>Lehman Aggregate</i>				0.95%				-0.08%	0.87%	7.12%	4.09%	N/A
<b>Private Debt</b>												
<b>Prudential</b>	17,626,725	1.0%	1.0%	0.17%	17,640,279	1.0%	1.0%	0.27%	0.43%	3.32%	3.41%	N/A
<i>Lehman Aggregate</i>				0.95%				-0.08%	0.87%	7.12%	4.09%	N/A
<b>Timberland</b>												
TIR - Teredo (4)	21,958,508	1.2%	1.2%	-0.05%	21,998,643	1.2%	1.2%	-0.05%	-0.09%	22.02%	15.15%	14.07%
TIR - Springbank	48,315,442	2.7%	2.7%	-0.14%	48,403,877	2.7%	2.7%	-0.14%	-0.29%	15.25%	18.41%	N/A
<b>Total Timberland</b>	70,273,950	3.9%	3.9%	-0.11%	70,402,520	3.9%	3.9%	-0.11%	-0.23%	17.50%	17.86%	21.14%
<i>NCREIF Timberland Index</i>				0.34%				0.34%	0.67%	19.96%	17.12%	14.70%
<b>Infrastructure</b>												
<b>JP Morgan</b>	35,091,271	2.0%	2.0%	3.18%	34,052,944	1.9%	1.9%	-0.13%	3.04%	13.28%	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	226,260,779	12.7%	12.0%	0.85%	225,308,372	12.5%	12.0%	-0.32%	0.53%	9.02%	8.15%	9.65%
<i>Lehman Aggregate</i>				0.95%				-0.08%	0.87%	7.12%	4.09%	3.86%
<b>HIGH YIELD BONDS</b>												
<b>Core</b>												
Loomis Sayles	60,024,508	3.4%	3.0%	-0.91%	60,374,337	3.3%	3.0%	-1.44%	-2.34%	-1.43%	5.39%	N/A
Sutter/Wells Capital	53,070,457	3.0%	2.7%	-0.06%	53,271,442	3.0%	2.8%	-1.35%	-1.41%	-6.12%	2.58%	N/A
<b>Total Core</b>	113,094,965	6.3%	5.7%	-0.51%	113,645,780	6.3%	5.8%	-1.40%	-1.91%	-3.71%	4.01%	4.88%
<i>LB High Yield 2% Issuer Contstrained Index</i>				0.31%				-1.25%	-0.95%	-1.75%	4.48%	N/A
<b>Mezzanine Debt</b>												
Goldman Sachs 2006 Fund	3,454,458	0.2%	0.2%	0.00%	3,454,458	0.2%	0.2%	0.00%	0.00%	-3.89%	N/A	N/A
Goldman Sachs Fund V	5,001,698	0.3%	0.3%	0.00%	4,662,791	0.3%	0.3%	0.00%	0.00%	N/A	N/A	N/A
TCW	8,936,265	0.5%	0.5%	0.85%	8,251,590	0.5%	0.5%	0.00%	0.85%	7.26%	N/A	N/A
<b>Total Mezzanine Debt</b>	17,392,421	1.0%	1.0%	0.43%	16,368,839	0.9%	0.9%	0.00%	0.43%	0.49%	N/A	N/A
<i>LB High Yield 2% Issuer Contstrained Index</i>				0.31%				-1.25%	-1.75%	11.22%		
<b>Distressed Mortgages</b>												
PIMCO	8,129,232	0.5%	0.5%	0.00%	8,129,232	0.5%	0.5%	0.00%	0.00%	N/A	N/A	N/A
Declaration Management	2,087,235	0.1%	0.1%	0.96%	2,067,409	0.1%	0.1%	0.00%	0.96%	N/A	N/A	N/A
<b>Total Distressed Mortgages</b>	10,216,468	0.6%	0.6%	0.19%	10,196,641	0.6%	0.6%	0.00%	0.19%	N/A	N/A	N/A
<i>LB High Yield 2% Issuer Contstrained Index</i>				0.31%				-1.25%	-0.95%			
<b>TOTAL HIGH YIELD BONDS</b>	140,703,854	7.9%	7.0%	-0.33%	140,211,260	7.8%	7.0%	-1.16%	-1.49%	-4.27%	3.82%	6.32%
<i>LB High Yield 2% Issuer Contstrained Index</i>				0.31%				-1.25%	-0.95%	-1.75%	4.48%	6.88%
<b>INTERNATIONAL FIXED INCOME</b>												
<b>International Sovereign</b>												
<b>UBS Global (Brinson)</b>	43,392,320	2.4%	2.5%	-2.68%	44,615,006	2.5%	2.5%	0.37%	-2.32%	17.24%	5.56%	6.49%
<i>Citigroup Non-US Gov't Bond Index (5)</i>				-2.80%				0.16%	-2.65%	18.73%	6.63%	7.04%
<b>International Core</b>												
<b>Brandywine</b>	46,159,141	2.6%	2.5%	-2.46%	47,423,284	2.6%	2.5%	0.85%	-1.63%	10.78%	7.06%	8.51%
<i>Lehman Global Aggregate (ex-US)</i>				-3.29%				0.27%	-3.03%	16.53%	7.88%	7.38%
<b>TOTAL INTERNATIONAL FIXED INCOME</b>	89,551,461	5.0%	5.0%	-2.57%	92,038,290	5.1%	5.0%	0.62%	-1.97%	13.90%	6.31%	7.50%
<i>Citigroup Non-US Gov't Bond Index (5)</i>				-2.80%				0.16%	-2.65%	18.73%	6.66%	7.06%
<b>REAL ESTATE</b>												
INVESCO - Core	93,723,996			-0.03%	93,723,996			-0.03%	-0.07%	8.27%	15.34%	14.88%
INVESCO - Fund II	2,043,753			0.00%	2,043,753			0.00%	0.00%	N/A	N/A	N/A
J.P. Morgan Strategic & Special Funds	88,582,729			0.06%	88,452,142			-0.22%	-0.15%	5.69%	15.27%	15.26%
J.P. Morgan Alternative Property Fund	23,786,990			-0.20%	23,786,990			-0.20%	-0.40%	4.59%	N/A	N/A
J.P. Morgan Greater China Property Fund	2,275,898			0.00%	2,275,898			0.00%	0.00%	N/A	N/A	N/A
<b>TOTAL REAL ESTATE</b>	210,413,367	11.8%	9.0%	-0.01%	210,282,779	11.6%	9.0%	-0.13%	-0.14%	6.31%	14.44%	14.53%
<i>NCREIF TOTAL INDEX</i>				0.19%				0.19%	0.37%	9.20%	14.82%	14.63%

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		Actual	Policy			Actual	Policy		Net ROR	Net ROR	Net	Net
<b>ALTERNATIVE INVESTMENTS</b>												
Brinson IVCF III	250,829			0.00%	250,829			0.00%	0.00%	43.92%	56.47%	38.94%
Coral Partners V	4,267,975			0.00%	4,263,585			0.00%	0.00%	9.09%	5.22%	-8.23%
Coral Partners V - Supplemental	498,449			0.00%	497,937			0.00%	0.00%	-6.34%	3.94%	6.41%
Coral Momentum Fund (Formerly Fund VI)	6,936,975			0.00%	7,145,693			0.00%	0.00%	13.96%	-3.63%	-7.09%
Brinson 1998 Partnership Fund	506,512			0.00%	505,991			0.00%	0.00%	6.92%	17.74%	16.40%
Brinson 1999 Partnership Fund	1,529,349			0.00%	1,527,776			0.00%	0.00%	13.32%	15.81%	14.25%
Brinson 2000 Partnership Fund	5,131,360			0.00%	5,126,082			0.00%	0.00%	21.82%	21.03%	17.78%
Brinson 2001 Partnership Fund	4,317,550			0.00%	4,313,109			0.00%	0.00%	2.23%	12.37%	9.49%
Brinson 2002 Partnership Fund	2,232,906			0.00%	2,345,495			0.00%	0.00%	3.20%	14.93%	10.72%
Brinson 2003 Partnership Fund	804,181			0.00%	803,354			0.00%	0.00%	-6.42%	16.42%	8.89%
Total Brinson Partnership Funds	14,521,858			0.00%	14,621,807			0.00%	0.00%	13.85%	17.75%	14.80%
Brinson 1999 Non-US Partnership Fund	725,843			0.00%	725,096			0.00%	0.00%	-9.78%	38.86%	33.76%
Brinson 2000 Non-US Partnership Fund	1,651,498			0.00%	1,758,114			0.00%	0.00%	27.03%	38.56%	28.82%
Brinson 2001 Non-US Partnership Fund	1,189,121			0.00%	1,187,898			0.00%	0.00%	13.44%	15.89%	14.66%
Brinson 2002 Non-US Partnership Fund	3,014,814			0.00%	3,011,714			0.00%	0.00%	14.08%	43.86%	31.81%
Brinson 2003 Non-US Partnership Fund	2,381,094			0.00%	2,577,541			0.00%	0.00%	24.92%	42.47%	23.29%
Brinson 2004 Non-US Partnership Fund	1,238,864			0.00%	1,237,590			0.00%	0.00%	29.16%	25.88%	N/A
Total Brinson Non-US Partnership Fund	10,201,235			0.00%	10,497,952			0.00%	0.00%	18.83%	37.12%	28.34%
Adams Street 2008 Non-US Partnership Fd	221,511			0.00%	193,901			0.00%	0.00%	N/A	N/A	N/A
Brinson BVCF IV	7,686,887			0.00%	7,171,293			0.00%	0.00%	-1.94%	7.62%	9.88%
Adams Street Direct Co-investment Fund	8,787,778			0.00%	7,882,608			0.00%	0.00%	4.06%	N/A	N/A
Matlin Patterson Global Opportunities	2,850,433			0.00%	3,900,845			0.00%	0.00%	-29.56%	-11.62%	9.60%
Matlin Patterson Global Opportunities II	14,821,603			0.00%	16,554,510			0.00%	0.00%	-5.55%	8.69%	N/A
Matlin Patterson Global Opportunities III	8,299,867			0.00%	8,198,356			0.00%	0.00%	-20.02%	N/A	N/A
InvestAmerica	3,725,645			0.00%	3,932,857			0.00%	0.00%	27.36%	13.22%	1.67%
Hearthstone MSII	42,534			0.00%	42,490			0.00%	0.00%	-62.01%	-100.00%	-100.00%
Hearthstone MSIII	740,211			0.00%	739,450			0.00%	0.00%	-10.75%	63.82%	N/A
Corsair III	6,949,640			0.00%	6,942,492			0.00%	0.00%	64.04%	N/A	N/A
Corsair III - ND Investors LLC	4,983,635			0.00%	4,978,509			0.00%	0.00%	N/A	N/A	N/A
Quantum Resources	118,188			0.00%	1,488,825			0.00%	0.00%	-52.44%	N/A	N/A
Quantum Energy Partners	1,465,200			0.00%	1,251,219			0.00%	0.00%	-3.17%	N/A	N/A
<b>TOTAL ALTERNATIVE INVESTMENTS (6)</b>	<b>97,370,453</b>	<b>5.5%</b>	<b>5.0%</b>	<b>0.00%</b>	<b>100,555,158</b>	<b>5.6%</b>	<b>5.0%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>4.55%</b>	<b>10.80%</b>	<b>10.53%</b>
<b>CASH EQUIVALENTS</b>												
Northern Trust STIF	2,224,564			0.19%	20,678,911			0.19%	0.38%	0.70%	3.40%	2.76%
Bank of ND	5,790,772			0.16%	-			N/A	N/A	N/A	N/A	N/A
<b>TOTAL CASH EQUIVALENTS</b>	<b>8,015,337</b>	<b>0.4%</b>	<b>1.0%</b>	<b>0.17%</b>	<b>20,678,911</b>	<b>1.1%</b>	<b>1.0%</b>	<b>0.19%</b>	<b>0.35%</b>	<b>0.70%</b>	<b>3.40%</b>	<b>2.76%</b>
90 Day T-Bill				0.16%				0.18%	0.33%	3.63%	4.27%	3.18%
<b>TOTAL FUND</b>	<b>1,784,614,385</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-0.51%</b>	<b>1,805,179,889</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-1.11%</b>	<b>-1.61%</b>	<b>-7.51%</b>	<b>8.42%</b>	<b>11.50%</b>
<b>POLICY TARGET BENCHMARK</b>				<b>0.10%</b>				<b>-0.60%</b>	<b>-0.50%</b>	<b>-5.17%</b>	<b>8.32%</b>	<b>10.90%</b>

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(2) TCW was terminated on September 22, 2006. The portfolio was transferred to Calamos on October 5, 2006.

(3) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.

(4) Prior to June 1, 2006, the Toledo properties were under the management of RMK.

(5) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(6) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.